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November 30, 2007

VIA HAND DELIVERY

Hon. George B. Daniels
United States District Judge
Southern District of New York
Daniel Patrick Moynihan Courthouse
500 Pearl Street, Room 630
New York, New York 10007

Re: In re Calpine Corp.: 1:07-cv-03088

Dear Judge Daniels:

We are the attorneys for Wilmington Trust Company as Administrative Agent and Wilmington Trust FSB as Indenture Trustee, (the “First Priority Debt Representatives”), Calpine Corp., et al. (the “Debtors”) and Official Committee of Unsecured Creditors of Calpine Corporation, et al. (the “Unsecured Creditors Committee”) in the above appeals from orders of the United States Bankruptcy Court for the Southern District of New York (the “Bankruptcy Court”).

We are writing to inform you that on November 27, 2007, the Bankruptcy Court approved a stipulation between the First Priority Debt Representatives, the Debtors, and Unsecured Creditors Committee (the “Stipulation”) resolving all the claims of the First Priority Debt Representatives. I have attached a copy of the Bankruptcy Court’s order approving the Stipulation. The actual settlement Stipulation is attached to the Bankruptcy Court’s order.

As a result of the Stipulation, the issues raised on appeal by the First Priority Debt Representatives (and the First Priority Debt representatives only) are no longer in dispute and have been resolved. In other words, to be clear, although the Debtors and the Unsecured Creditors Committee are parties to the Stipulation, the Stipulation does not resolve the issues raised by the Debtors and Unsecured Creditors Committee as appellants in this matter against any party other than the First Priority Debt Representatives --nor does the Stipulation resolve the issues raised by other appellants who were not parties to the Stipulation.

Thank you for your continued courtesies.

Respectfully,



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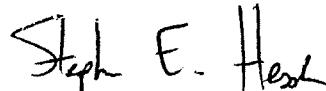
Attorneys for the Official Committee of
Unsecured Creditors of Calpine Corporation, et al.

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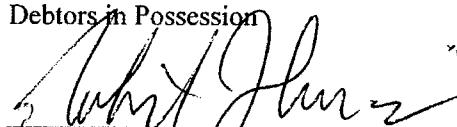
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Enclosures

cc: David S. Elkind, Esq.
Martin Beinenstock, Esq.
Gary L. Kaplan, Esq.